

Substitute Bill No. 6884

January Session, 2001

AN ACT ESTABLISHING A STATUTE OF LIMITATIONS ON MAKING A CLAIM AGAINST THE SECOND INJURY FUND FOR REIMBURSEMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Subdivision (2) of subsection (a) of section 31-306 of the general statutes is repealed and the following is substituted in lieu
- 3 thereof:
- 4 (2) To those wholly dependent upon the deceased employee at the date of [his] injury, a weekly compensation equal to seventy-five per 5 6 cent of the average weekly earnings of the deceased calculated 7 pursuant to section 31-310, as amended by this act, after such earnings have been reduced by any deduction for federal or state taxes, or both, 9 and for the federal Insurance Contributions Act made from such 10 employee's total wages received during the period of calculation of the 11 employee's average weekly wage pursuant to said section 31-310, as of 12 the date of the injury but not more than the maximum weekly 13 compensation rate set forth in section 31-309 for the year in which the 14 injury occurred or less than twenty dollars weekly. (A) The weekly 15 compensation rate of each dependent entitled to receive compensation 16 under this section as a result of death arising from a compensable 17 injury occurring on or after October 1, 1977, shall be adjusted annually 18 as provided in this subdivision as of the following October first, and 19 each subsequent October first, to provide the dependent with a cost-of-

20 living adjustment in [his] the dependent's weekly compensation rate as 21 determined as of the date of the injury under section 31-309. If the 22 maximum weekly compensation rate, as determined under the 23 provisions of said section 31-309, to be effective as of any October first 24 following the date of the injury, is greater than the maximum weekly 25 compensation rate prevailing at the date of the injury, the weekly 26 compensation rate [which] that the injured employee was entitled to 27 receive at the date of the injury or October 1, 1990, whichever is later, 28 shall be increased by the percentage of the increase in the maximum 29 weekly compensation rate required by the provisions of said section 30 31-309 from the date of the injury or October 1, 1990, whichever is 31 later, to such October first. The cost-of-living increases provided under 32 this subdivision shall be paid by the employer without any order or 33 award from the commissioner. The adjustments shall apply to each 34 payment made in the next succeeding twelve-month period 35 commencing with the October first next succeeding the date of the 36 injury. With respect to any dependent receiving benefits on October 1, 37 1997, with respect to any injury occurring on or after July 1, 1993, and 38 before October 1, 1997, such benefit shall be recalculated to October 1, 39 1997, as if such benefits had been subject to recalculation annually 40 under this subparagraph. The difference between the amount of any 41 benefits [which] that would have been paid to such dependent if such 42 benefits had been subject to such recalculation and the actual amount 43 of benefits paid during the period between such injury and such 44 recalculation shall be paid to the dependent not later than December 1, 45 1997, in a lump-sum payment. The employer or [his] its insurer shall 46 be reimbursed by the Second Injury Fund, as provided in section 31-47 354, for adjustments, including lump-sum payments, payable under 48 this subparagraph for deaths from compensable injuries occurring on or after July 1, 1993, and before October 1, 1997, [upon presentation of] 49 50 provided (i) for claims filed on or after the effective date of this act, the 51 employer or its insurer notifies the custodian of the fund by certified 52 mail no later than one calendar year after the date the claim is initially 53 filed or, in the case of a contested claim, no later than one year after the 54 finding of compensability, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer shall require, and (ii) for claims filed prior to the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year from the effective date of this act, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer shall require. (B) The weekly compensation rate of each dependent entitled to receive compensation under this section as a result of death arising from a compensable injury occurring on or before September 30, 1977, shall be adjusted as of October 1, 1977, and October 1, 1980, and thereafter, as provided in this subdivision to provide the dependent with partial cost-of-living adjustments in [his] the dependent's weekly compensation rate. As of October 1, 1977, the weekly compensation rate paid prior to October 1, 1977, to the dependent shall be increased by twenty-five per cent. The partial cost-of-living adjustment provided under this subdivision shall be paid by the employer without any order or award from the commissioner. In addition, on each October first, the weekly compensation rate of each dependent as of October 1, 1990, shall be increased by the percentage of the increase in the maximum compensation rate over the maximum compensation rate of October 1, 1990, as determined under the provisions of section 31-309 existing on October 1, 1977. The cost of the adjustments shall be paid by the employer or [his] its insurance carrier who shall be reimbursed [therefor] for such payments from the Second Injury Fund as provided in section 31-354, [upon presentation of] provided (i) for claims filed on or after the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year after the date the claim is initially filed or, in the case of a contested claim, no later than one year after the finding of compensability, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer shall require, and (ii) for claims filed prior to the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year from the effective date of this act, and provided further, the employer or its insurer presents any

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vouchers and information that the Treasurer shall require.

- Sec. 2. Subsection (c) of section 31-307a of the general statutes is repealed and the following is substituted in lieu thereof:
- (c) On and after October 1, 1997, the weekly compensation rate of each employee entitled to receive compensation under section 31-307 as a result of an injury sustained on or after July 1, 1993, [which] that totally incapacitates the employee permanently, shall be adjusted as provided in this subsection as of October 1, 1997, or the October first following the injury date, whichever is later, and annually on each subsequent October first, to provide the injured employee with a costof-living adjustment in [his] the injured employee's weekly compensation rate as determined as of the date of injury under section 31-309. If the maximum weekly compensation rate, as determined under the provisions of said section 31-309, to be effective as of any October first following the date of the injury, is greater than the maximum weekly compensation rate prevailing as of the date of injury, the weekly compensation rate [which] that the injured employee was entitled to receive as of the date of injury shall be increased by the percentage of the increase in the maximum weekly compensation rate required by the provisions of said section 31-309 from the date of the injury to such October first. The cost-of-living adjustments provided under this subdivision shall be paid by the employer without any order or award from the commissioner. The adjustments shall apply to each payment made in the next succeeding twelve-month period commencing with October 1, 1997, or the October first next succeeding the date of injury, whichever is later. With respect to any employee receiving benefits on October 1, 1997, with respect to any such injury occurring on or after July 1, 1993, and before October 1, 1997, or with respect to any employee who was adjudicated to be totally incapacitated permanently subsequent to the date of [his] injury or is totally incapacitated permanently due to the fact that the employee has been totally incapacitated by such an injury for a period of five years or more, such benefit shall be recalculated to October 1, 1997, to the date of such adjudication or to the end of such

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five-year period, as the case may be, as if such benefits had been subject to recalculation annually under the provisions of this subsection. The difference between the amount of any benefits [which] that would have been paid to such employee if such benefits had been subject to such recalculation and the actual amount of benefits paid during the period between such injury and such recalculation shall be paid to the dependent not later than December 1, 1997, or thirty days after such adjudication or the end of such period, as the case may be, in a lump-sum payment. The employer or [his] its insurer shall be reimbursed by the Second Injury Fund, as provided in section 31-354, for adjustments, including lump-sum payments, payable under this subsection for compensable injuries occurring on or after July 1, 1993, and before October 1, 1997, [upon presentation of] provided (1) for claims filed on or after the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year after the date the claim is initially filed or, in the case of a contested claim, no later than one year after the finding of compensability, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer shall require, and (2) for claims filed prior to the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year from the effective date of this act, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer shall require.

Sec. 3. Subsection (a) of section 31-310 of the general statutes is repealed and the following is substituted in lieu thereof:

(a) For the purposes of this chapter, the average weekly wage shall be ascertained by dividing the total wages received by the injured employee from the employer in whose service [he] the employee is injured during the fifty-two calendar weeks immediately preceding the week during which [he] the employee was injured, by the number of calendar weeks during which, or any portion of which, the employee was actually employed by the employer, but, in making the computation, absence for seven consecutive calendar days, although

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not in the same calendar week, shall be considered as absence for a calendar week. When the employment commenced otherwise than at the beginning of a calendar week, that calendar week and wages earned during that week shall be excluded in making the computation. When the period of employment immediately preceding the injury is computed to be less than a net period of two calendar weeks, the employee's weekly wage shall be considered to be equivalent to the average weekly wage prevailing in the same or similar employment in the same locality at the date of the injury except that, when the employer has agreed to pay a certain hourly wage to the employee, the hourly wage so agreed upon shall be the hourly wage for the injured employee and [his] the injured employee's average weekly wage shall be computed by multiplying the hourly wage by the regular number of hours that is permitted each week in accordance with the agreement. For the purpose of determining the amount of compensation to be paid in the case of a minor under the age of eighteen who has sustained an injury entitling [him] the minor to compensation for total or partial incapacity for a period of fifty-two or more weeks, or to specific indemnity for any injury under the provisions of section 31-308, the commissioner may add fifty per cent to [his] the minor's average weekly wage, except in the case of a minor under the age of sixteen, the commissioner may add one hundred per cent to [his] the minor's average weekly wage. When the injured employee is a trainee or apprentice receiving a subsistence allowance from the United States because of war service, the allowance shall be added to [his] the injured employee's actual earnings in determining the average weekly wage. Where the injured employee has worked for more than one employer as of the date of the injury and the average weekly wage received from the employer in whose employ [he] the employee was injured, as determined under the provisions of this section, are insufficient for [him] the employee to obtain the maximum weekly compensation rate from the employer under section 31-309, prevailing as of the date of the injury, [his] the employee's average weekly wages shall be calculated upon the basis of wages earned from all such employers in the period of concurrent employment not in excess of

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fifty-two weeks prior to the date of the injury, but the employer in whose employ the injury occurred shall be liable for all medical and hospital costs and a portion of the compensation rate equal to seventyfive per cent of the average weekly wage paid by [him] the employer to the injured employee, after such earnings have been reduced by any deduction for federal or state taxes, or both, and for the federal Insurance Contribution Act made from such employee's total wages received from such employer during the period of calculation of such average weekly wage, but not less than an amount equal to the minimum compensation rate prevailing as of the date of the injury. The remaining portion of the applicable compensation rate shall be paid from the Second Injury Fund, Jupon submission to the Treasurer by the employer or the employer's insurer of provided (1) for claims filed on or after the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year after the date the claim is initially filed or, in the case of a contested claim, no later than one year after the finding of compensability, and provided further, the employer or its insurer presents such vouchers and information as the Treasurer may require, and (2) for claims filed prior to the effective date of this act, the employer or its insurer notifies the custodian of the fund by certified mail no later than one calendar year from the effective date of this act, and provided further, the employer or its insurer presents any vouchers and information that the Treasurer may require. In cases [which] that involve concurrent employment and in which there is a claim against a third party, the injured employee or the employer in whose employ the injury was sustained or the employer's insurer shall advise the custodian of the Second Injury Fund if there is a third party claim, and the employee, employer or employer's insurer shall pursue its subrogation rights as provided for in section 31-293 and shall include in its claim all compensation paid by the Second Injury Fund and shall reimburse the Second Injury Fund for all payments made for compensation in the event of a recovery against the third party.

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